

ND STATE INVESTMENT BOARD

State Investment Board Balance Sheet As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,587,658,292	\$ 1,603,374,536
INTERNATIONAL EQUITIES	719,179,827	751,763,915
DOMESTIC FIXED INCOME	2,088,687,793	2,116,937,618
INTERNATIONAL FIXED INCOME	194,797,680	193,480,800
REAL ESTATE	417,459,671	433,101,768
ALTERNATIVE INVESTMENTS	201,744,809	203,274,502
INVESTED CASH (NOTE 1)	<u>111,426,494</u>	<u>82,143,865</u>
 TOTAL INVESTMENTS	 5,320,954,566	 5,384,077,004
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	19,660,116	22,250,638
MISCELLANEOUS RECEIVABLE	<u>9,592</u>	<u>7,894</u>
 TOTAL RECEIVABLES	 19,669,708	 22,258,532
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	193,890,419	193,890,417
OPERATING CASH	<u>66,135</u>	<u>110,297</u>
 TOTAL ASSETS	 <u>\$ 5,534,580,828</u>	 <u>\$ 5,600,336,250</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	193,890,419	193,890,417
ACCOUNTS PAYABLE	25,880	34,863
ACCRUED EXPENSES	62,154	56,242
INVESTMENT EXPENSE PAYABLE	<u>6,783,377</u>	<u>6,781,460</u>
 TOTAL LIABILITIES	 200,761,830	 200,762,982
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,399,573,268	5,635,611,032
CASH IN DURING YEAR (NOTE 3)	25,215,000	365,048,641
CASH OUT DURING YEAR (NOTE 4)	32,390,033	353,400,350
NET INCREASE (DECREASE)	<u>(58,579,237)</u>	<u>(247,686,055)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>5,333,818,998</u>	 <u>5,399,573,268</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 5,534,580,828</u>	 <u>\$ 5,600,336,250</u>

ND STATE INVESTMENT BOARD

State Investment Board Profit and Loss Statement For the Month Ended 7/31/2008

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 11,183,049	\$ 11,183,049
SECURITIES LENDING INCOME	419,916	419,916
	<u>11,602,965</u>	<u>11,602,965</u>
 GAIN ON SALE OF INVESTMENTS	 47,065,665	 47,065,665
LOSS ON SALE OF INVESTMENTS	<u>43,166,559</u>	<u>43,166,559</u>
 NET GAINS (LOSSES) INVESTMENTS	 3,899,106	 3,899,106
 INVESTMENT EXPENSES	 3,548,746	 3,548,746
SECURITIES LENDING EXPENSES	319,686	319,686
 NET INVESTMENT INCOME	 11,633,639	 11,633,639
 NET APPREC (DEPREC) MARKET VALUE	 (70,161,229)	 (70,161,229)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(10,501)</u>	<u>(10,501)</u>
 TOTAL INVESTMENT INCOME	 <u>(58,538,091)</u>	 <u>(58,538,091)</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	41,146	41,146
 NET INCREASE (DECREASE)	 <u>\$ (58,579,237)</u>	 <u>\$ (58,579,237)</u>

ND STATE INVESTMENT BOARD
Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.